By: Senator(s) Albritton

To: Judiciary, Division A

SENATE BILL NO. 2641

- AN ACT TO CONFORM MISSISSIPPI'S TRADEMARK ACT TO THE 2007 REVISION OF THE INTERNATIONAL TRADEMARK ASSOCIATION'S MODEL STATE TRADEMARK ACT; TO AMEND SECTION 75-25-1, MISSISSIPPI CODE OF 1972, TO REVISE DEFINITIONS; TO AMEND SECTIONS 75-23-3, 75-25-5, 5 75-25-7, 75-25-11, 75-25-13, 75-25-17 AND 75-25-19, MISSISSIPPI CODE OF 1972, TO CONFORM; TO AMEND SECTION 75-25-25, MISSISSIPPI 6 CODE OF 1972, TO REVISE REMEDIES AVAILABLE TO THE OWNER OF A MARK; 7 TO AMEND SECTIONS 75-25-27 AND 75-25-29, MISSISSIPPI CODE OF 1972, 8 TO CONFORM; TO CODIFY SECTION 75-25-35, MISSISSIPPI CODE OF 1972, 9 TO PROVIDE FOR SEVERABILITY; TO CODIFY SECTION 75-25-37, 10 MISSISSIPPI CODE OF 1972, TO SPECIFY THE EFFECTIVE DATE OF THE 11 ACT; AND FOR RELATED PURPOSES. 12
- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- SECTION 1. Section 75-25-1, Mississippi Code of 1972, is
- 15 amended as follows:
- 75-25-1. As used in this chapter the following terms shall have the meaning indicated:
- 18 (a) The term "trademark" as used herein means any word,
- 19 name, symbol, or device or any combination thereof * * * used by a
- 20 person to identify and distinguish the goods of such person * * *,
- 21 including a unique product, from those manufactured or sold by
- 22 others, and to indicate the source of the goods, even if that
- 23 source is unknown.
- 24 (b) The term "service mark" as used herein means any
- 25 word, name, symbol or device or any combination thereof used by a
- 26 person to identify and distinguish the services of one (1) person,
- 27 including a unique service, from the services of others, and to
- 28 indicate the source of the services, even if that source is
- 29 unknown. Titles, character names used by a person and other
- 30 distinctive features of radio or television programs may be

- 31 registered as service marks notwithstanding that they, or the
- 32 programs, may advertise the goods of the sponsor.
- 33 (c) The term "mark" as used herein includes any
- 34 trademark or service mark entitled to registration under this
- 35 chapter whether registered or not.
- 36 (d) The term "trade name" means any name used by a
- 37 person to identify a business or vocation of such person.
- 38 (e) The term "person" and any other word or term used
- 39 to designate the applicant or other party entitled to a benefit or
- 40 privilege or rendered liable under the provisions of this chapter
- 41 includes a juristic person as well as a natural person. The term
- 42 "juristic person" includes a firm, partnership, corporation,
- 43 union, association or other organization capable of suing and
- 44 being sued in a court of law.
- 45 (f) The term "applicant" as used herein embraces the
- 46 person filing an application for registration of a mark under this
- 47 chapter, and the legal representatives, successors or assigns of
- 48 such person.
- 49 (g) The term "registrant" as used herein embraces the
- 50 person to whom the registration of a mark under this chapter is
- 51 issued, and the legal representatives, successors or assigns of
- 52 such person.
- (h) The term "use" means the bona fide use of a mark in
- 54 the ordinary course of trade, and not made merely to reserve a
- 55 right in a mark. For the purposes of this chapter, a mark shall
- 56 be deemed to be <u>in use:</u>
- 57 (1) * * * On goods when it is placed in any manner
- 58 on the goods or other containers or the displays associated
- 59 therewith or on the tags or labels affixed thereto, or if the
- 60 nature of the goods makes such placement impracticable, then on
- 61 documents associated with the goods or their sale, and the goods
- 62 are sold or transported in commerce in this state, and



| 63 | | | | (2) Or | 1 5 | services | when | it | is | used | or | displa | ayed | in |
|----|-----|------|----|------------|-----|----------|------|-----|-----|------|------|--------|------|-------|
| 64 | the | sale | or | advertisir | ng | of serv | ices | and | the | serv | rice | s are | renc | dered |

- 65 in this state.
- (i) A mark shall be deemed to be "abandoned" when
- 67 either of the following occurs:
- (1) When its use had been discontinued with intent
- 69 not to resume such use. Intent not to resume may be inferred from
- 70 circumstances. Nonuse for two (2) consecutive years shall
- 71 constitute prima facie evidence of abandonment; or
- 72 (2) When any course of conduct of the owner,
- 73 including acts of omission as well as commission, causes the mark
- 74 to lose its significance as a mark.
- 75 (j) The term "secretary" as used herein means the
- 76 Secretary of State or the designee of the secretary charged with
- 77 the administration of this chapter.
- 78 (k) The term "dilution" as used herein means dilution
- 79 by blurring or dilution by tarnishment, regardless of the presence
- 80 or absence of:
- 81 (1) Competition between the owner of the famous
- 82 mark and other parties, or
- 83 (2) Actual or likely confusion, mistake, or
- 84 <u>deception</u>, or
- 85 (3) Actual economic injury.
- 86 (1) The term "dilution by blurring" as used herein
- 87 means association arising from the similarity between a mark or
- 88 trade name and a famous mark that impairs the distinctiveness of
- 89 the famous mark.
- 90 (m) The term "dilution by tarnishment" as used herein
- 91 means association arising from the similarity between a mark or
- 92 trade name and a famous mark that harms the reputation of the
- 93 <u>famous mark.</u>
- 94 **SECTION 2.** Section 75-25-3, Mississippi Code of 1972, is

95 amended as follows:

- 75-25-3. A mark by which the goods or services of any applicant for registration may be distinguished from the goods or services of others shall not be registered if it:
- 99 (a) Consists of or comprises immoral, deceptive or 100 scandalous matter; or
- 101 (b) Consists of or comprises matter which may disparage 102 or falsely suggest a connection with persons, living or dead, 103 institutions, beliefs, or national symbols, or bring them into 104 contempt, or disrepute; or
- 105 (c) Consists of or comprises the flag or coat of arms
 106 or other insignia of the United States, or of any state or
 107 municipality, or any foreign nation, or any simulation thereof; or
- 108 (d) Consists of or comprises the name, signature or
 109 portrait identifying a particular living individual, except by the
- 110 individual's written consent; or

112

111 (e) Consists of a mark which, (1) when used on or in

connection with the goods or services of the applicant, is merely

- 113 descriptive or deceptively misdescriptive of them, or (2) when
- 114 used on or in connection with the goods or services of the
- 115 applicant is primarily geographically descriptive or deceptively
- 116 misdescriptive of them, or (3) is primarily merely a
- 117 surname; * * * however, * * * nothing in this subsection (e) shall
- 118 prevent the registration of a mark used by the applicant which has
- 119 become distinctive of the applicant's goods or services. The
- 120 secretary may accept as evidence that the mark has become
- 121 distinctive, as used on or in connection with the applicant's
- 122 goods or services, proof of continuous use thereof as a mark by
- 123 the applicant in this state for the five (5) years before the date
- 124 on which the claim of distinctiveness is made; or
- 125 (f) Consists of or comprises a mark which so resembles
- 126 a mark registered in this state or a mark or trade name previously
- 127 used \star \star by another and not abandoned, as to be likely, when

- 128 used on or in connection with the goods or services of the
- 129 applicant, to cause confusion or mistake or to deceive.
- 130 **SECTION 3.** Section 75-25-5, Mississippi Code of 1972, is
- 131 amended as follows:
- 132 75-25-5. (a) Subject to the limitations set forth in this
- 133 chapter, any person who uses a mark may file in the office of the
- 134 secretary, in a manner complying with the requirements of the
- 135 secretary, an application for registration of that mark setting
- 136 forth, but not limited to, the following information:
- 137 (1) The name and business address of the person
- 138 applying for such registration; and, if a corporation, the state
- 139 of incorporation, or if a partnership or other entity, the state
- 140 in which the entity is organized and the names of the general
- 141 partners, owners and/or managers, as specified by the secretary;
- 142 (2) The goods or services on or in connection with
- 143 which the mark is used and the mode or manner in which the mark is
- 144 used on or in connection with such goods or services and the class
- 145 in which such goods or services fall;
- 146 (3) The date when the mark was first used anywhere and
- 147 the date when it was first used in this state by the applicant or
- 148 predecessor in interest; and
- 149 (4) A statement that the applicant is the owner of the
- 150 mark, that the mark is in use, and that, to the knowledge of the
- 151 person verifying the application, no other person has registered,
- 152 either federally or in this state, or has the right to use such
- 153 mark either in the identical form thereof or in such near
- 154 resemblance thereto as to be likely, when applied to the goods or
- 155 services of such other person, to cause confusion, or to cause
- 156 mistake, or to deceive.
- 157 (b) The secretary may also require a statement as to whether
- 158 an application to register the mark, or portions or a composite
- 159 thereof, has been filed by the applicant or a predecessor in
- 160 interest in the United States Patent and Trademark Office; and, if

- 161 so, the applicant shall provide full particulars with respect
- 162 thereto including the filing date and serial number of each
- 163 application, the status thereof and, if any application was
- 164 finally refused registration or has otherwise not resulted in a
- 165 registration, the reasons therefor.
- 166 (c) The secretary may also require that a drawing of the
- 167 mark, complying with such requirements as the secretary may
- 168 specify, accompany the application.
- 169 (d) The application shall be signed and verified by oath,
- 170 affirmation or declaration subject to perjury laws by the
- 171 applicant or by a member of the firm or an officer of the
- 172 corporation or association applying.
- 173 (e) The application shall be accompanied by three (3)
- 174 specimens showing the mark as actually used.
- 175 (f) The application shall be accompanied by the application
- 176 fee payable to the Secretary of State.
- SECTION 4. Section 75-25-7, Mississippi Code of 1972, is
- 178 amended as follows:
- 179 75-25-7. (a) Upon the filing of an application for
- 180 registration and payment of the application fee, the secretary may
- 181 cause the application to be examined for conformity with this
- 182 chapter.
- 183 (b) The applicant shall provide any additional pertinent
- 184 information requested by the secretary including a description of
- 185 a design mark and may make, or authorize the secretary to make,
- 186 such amendments to the application as may be reasonably requested
- 187 by the secretary or deemed by applicant to be advisable to respond
- 188 to any rejection or objection.
- 189 (c) The secretary may require the applicant to disclaim an
- 190 unregisterable component of a mark otherwise registerable, and an
- 191 applicant may voluntarily disclaim a component of a mark sought to
- 192 be registered. No disclaimer shall prejudice or affect the
- 193 applicant's or registrant's rights then existing or thereafter

- arising in the disclaimed matter, or the applicant's or
 registrant's rights of registration on another application if the
 disclaimed matter be or shall have become distinctive of the
- 197 applicant's or registrant's goods or services.
- 198 <u>(d)</u> Amendments may be made by the secretary upon the
 199 application submitted by the applicant upon applicant's agreement;
- 200 or a fresh application may be required to be submitted.
- 201 <u>(e)</u> If the applicant is found not to be entitled to
- 202 registration, the secretary shall advise the applicant thereof and
- 203 of the reasons therefor. The applicant shall have a reasonable
- 204 period of time specified by the secretary in which to reply or to
- 205 amend the application, in which event the application shall then
- 206 be reexamined. This procedure may be repeated until $\underline{:}$
- (1) The secretary finally refuses registration of the
- 208 mark<u>;</u> or
- 209 (2) the applicant fails to reply or amend within the
- 210 specified period, whereupon the application shall be deemed to
- 211 have been abandoned.
- 212 (f) If the secretary finally refuses registration of the
- 213 mark, the applicant may appeal such refusal to the First Judicial
- 214 District of the Hinds County Chancery Court. The secretary's
- 215 refusal may be reversed, but without costs to the secretary, on
- 216 proof that all the statements in the application are true and that
- 217 the mark is otherwise entitled to registration.
- 218 (g) In the instance of applications concurrently being
- 219 processed by the secretary seeking registration of the same or
- 220 confusingly similar marks for the same or related goods or
- 221 services, the secretary shall grant priority to the applications
- 222 in order of filing. If a prior-filed application is granted a
- 223 registration, the other application or applications shall then be
- 224 rejected. Any rejected applicant may bring an action for
- 225 cancellation of the registration upon grounds of prior or superior

- 226 rights to the mark, in accordance with the provisions of Section
- 227 75-25-17.
- 228 **SECTION 5.** Section 75-25-11, Mississippi Code of 1972, is
- 229 amended as follows:
- 230 75-25-11. (a) A registration of a mark hereunder shall be
- 231 effective for a term of five (5) years from the date of
- 232 registration and, upon application filed within six (6) months
- 233 prior to the expiration of such term, in a manner complying with
- 234 the requirements of the secretary, the registration may be renewed
- 235 for a like term from the end of the expiring term. A renewal fee,
- 236 payable to the secretary, shall accompany the application for
- 237 renewal of the registration.
- 238 (b) A registration may be renewed for successive periods of
- 239 five (5) years in like manner.
- 240 * * *
- 241 (c) All applications for renewal * * *, whether of
- 242 registrations made under this chapter or of registrations effected
- 243 under any prior act, shall include a verified statement that the
- 244 mark has been and is still in use and include a specimen showing
- 245 actual use of the mark on or in connection with the goods or
- 246 services.
- 247 **SECTION 6.** Section 75-25-13, Mississippi Code of 1972, is
- 248 amended as follows:
- 75-25-13. (a) Any mark and its registration hereunder shall
- 250 be assignable with the good will of the business in which the mark
- 251 is used, or with that part of the good will of the business
- 252 connected with the use of and symbolized by the mark. Assignment
- 253 shall be by instruments in writing duly executed and may be
- 254 recorded with the secretary upon the payment of the recording fee,
- 255 payable to the secretary, who, upon recording of the assignment,
- 256 shall issue in the name of the assignee a new certificate for the
- 257 remainder of the term of the registration or of the last renewal
- 258 thereof. An assignment of any registration under this chapter

- shall be void as against any subsequent purchaser for valuable consideration without notice, unless it is recorded with the secretary within three (3) months after the date thereof or prior to such subsequent purchase.
- 263 (b) Any registrant or applicant effecting a change of the 264 name of the person to whom the mark was issued or for whom an 265 application was filed may record a certificate of change of name 266 of the registrant or applicant with the secretary upon the payment 267 of the recording fee. The secretary may issue in the name of the assignee a certificate of registration of an assigned application. 268 269 The secretary may issue in the name of the assignee, a new 270 certificate or registration for the remainder of the term of the 271 registration or last renewal thereof.
- 272 <u>(c)</u> Other instruments which relate to a mark registered or 273 application pending pursuant to <u>this chapter</u>, such as, by way of 274 example, licenses, security interests or mortgages, may be 275 recorded in the discretion of the secretary, provided that such 276 instrument is in writing and duly executed.
- 277 (d) Acknowledgment shall be prima facie evidence of the
 278 execution of an assignment or other instrument and, when recorded
 279 by the secretary, the record shall be prima facie evidence of
 280 execution.
- (e) A photocopy of any instrument referred to in subsections

 (a), (b), or (c) above, shall be accepted for recording if it is

 certified by any of the parties thereto, or their successors, to

 be a true and correct copy of the original.
- 285 **SECTION 7.** Section 75-25-17, Mississippi Code of 1972, is amended as follows:
- 75-25-17. The secretary shall cancel from the register, in whole or in part:
- 289 <u>(a)</u> Any registration concerning which the secretary
 290 shall receive a voluntary request for cancellation thereof from
 291 the registrant or the assignee of record;

| 292 | (b) All registrations granted under this chapter and |
|-----|--|
| 293 | not renewed in accordance with the provisions hereof; |
| 294 | (c) Any registration concerning which a court of |
| 295 | competent jurisdiction shall find: |
| 296 | (1) That the registered mark has been abandoned, |
| 297 | (2) That the registrant is not the owner of the |
| 298 | mark, |
| 299 | (3) That the registration was granted improperly, |
| 300 | (4) That the registration was obtained |
| 301 | fraudulently, |
| 302 | (5) That the mark is or has become the generic |
| 303 | name for the goods or services, or a portion thereof, for which it |
| 304 | has been registered, |
| 305 | (6) That the registered mark is so similar, as to |
| 306 | be likely to cause confusion or mistake, or to deceive, to a mark |
| 307 | registered by another person in the United States Patent and |
| 308 | Trademark Office prior to the date of the filing of the |
| 309 | application for registration by the registrant hereunder, and not |
| 310 | abandoned; provided, however, that, should the registrant prove |
| 311 | that the registrant is the owner of a concurrent registration of a |
| 312 | mark in the United States Patent and Trademark Office covering an |
| 313 | area including this state, the registration hereunder shall not be |
| 314 | cancelled for such area of the state; or |
| 315 | (d) When a court of competent jurisdiction shall order |
| 316 | cancellation of a registration on any ground. |
| 317 | SECTION 8. Section 75-25-19, Mississippi Code of 1972, is |
| 318 | amended as follows: |
| 319 | 75-25-19. The secretary shall by regulation establish a |
| 320 | classification of goods and services for convenience of |
| 321 | administration of this chapter, but not to limit or extend the |
| 322 | applicant's or registrant's rights, and a single application for |
| 323 | registration of a mark may include any or all goods upon which, or |

services with which, the mark is actually being used indicating

324

| 325 | the appropriate class or classes of goods or services. When a |
|-----|--|
| 326 | single application includes goods or services which fall within |
| 327 | multiple classes, the secretary may require payment of a fee for |
| 328 | each class. To the extent practical, the classification of goods |
| 329 | and services should conform to the classification adopted by the |
| 330 | United States Patent and Trademark Office. |
| 331 | SECTION 9. Section 75-25-25, Mississippi Code of 1972, is |
| 332 | amended as follows: |
| 333 | 75-25-25. (a) Subject to the principles of equity, the |
| 334 | owner of a mark which is famous and distinctive, inherently or |
| 335 | through acquired distinctiveness, in this state shall be entitled |
| 336 | to an injunction against another person's commercial use of a mark |
| 337 | or trade name, if such use begins after the mark has become famous |
| 338 | and is likely to cause dilution of the famous mark, and to obtain |
| 339 | such other relief as is provided in this section. |
| 340 | (b) A mark is famous if it is widely recognized by the |
| 341 | general consuming public of this state or a geographic area in |
| 342 | this state as a designation of source of the goods or services of |
| 343 | the mark's owner. In determining whether a mark is famous, a |
| 344 | <pre>court may consider factors such as, but not limited to:</pre> |
| 345 | (1) The duration, extent, and geographic reach of |
| 346 | advertising and publicity of the mark in this state, whether |
| 347 | advertised or publicized by the owner or third parties; |
| 348 | (2) The amount, volume, and geographic extent of sales |
| 349 | of goods or services offered under the mark in this state; |
| 350 | (3) The extent of actual recognition of the mark in |
| 351 | this state; and |
| 352 | (4) Whether the mark is the subject of a state |
| 353 | registration in this state, or a federal registration under the |
| 354 | Act of March 3, 1881, or under the Act of February 20, 1905, or on |
| 355 | the principal register under the Trademark Act of 1946, as |

amended.

356

| 358 | famous mark shall be entitled to injunctive relief throughout the |
|-----|--|
| 359 | geographic area in which the mark is found to have become famous |
| 360 | prior to commencement of the junior use, but not beyond the |
| 361 | borders of this state. If the person against whom the injunctive |
| 362 | relief is sought willfully intended to cause dilution of the |
| 363 | famous mark, then the owner shall also be entitled to the remedies |
| 364 | set forth in this chapter, subject to the discretion of the court |
| 365 | and the principles of equity. |
| 366 | (d) The following shall not be actionable under this |
| 367 | <pre>section:</pre> |
| 368 | (1) Any fair use, including a nominative or descriptive |
| 369 | fair use, or facilitation of such fair use, of a famous mark by |
| 370 | another person other than as a designation of source for the |
| 371 | person's own goods or services, including use in connection with: |
| 372 | (A) Advertising or promotion that permits |
| 373 | consumers to compare goods or services; or |
| 374 | (B) Identifying and parodying, criticizing, or |
| 375 | commenting upon the famous mark owner or the goods or services of |
| 376 | the famous mark owner; |
| 377 | (2) Noncommercial use of the mark; and |
| 378 | (3) All forms of news reporting and news commentary. |
| 379 | SECTION 10. Section 75-25-27, Mississippi Code of 1972, is |
| 380 | amended as follows: |
| 381 | 75-25-27. (a) Any owner of a mark registered under this |
| 382 | chapter may proceed by suit to enjoin the manufacture, use, |
| 383 | display or sale of any counterfeits or imitations thereof and any |
| 384 | court of competent jurisdiction may grant injunctions to restrain |
| 385 | such manufacture, use, display or sale as may be by the said court |
| 386 | deemed just and reasonable, and may require the defendants to pay |
| 387 | to such owner all profits derived from and/or all damages suffered |
| 388 | by reason of such wrongful manufacture, use, display or sale; and |
| 389 | such court may also order that any such counterfeits or imitations |
| | S. B. No. 2641 |

(c) In an action brought under this section, the owner of a

357

PAGE 12

390 in the possession or under the control of any defendant in such 391 case be delivered to an officer of the court, or to the complainant, to be destroyed. The court, in its discretion, may 392 393 enter judgment for an amount not to exceed three (3) times such 394 profits and damages and/or reasonable attorneys' fees of the prevailing party in such cases where the court finds the other 395 396 party committed such wrongful acts with knowledge or in bad faith 397 or otherwise as according to the circumstances of the case.

- 398 (b) The enumeration of any right or remedy herein shall not affect a registrant's right to prosecute under any penal law of this state.
- SECTION 11. Section 75-25-29, Mississippi Code of 1972, is amended as follows:
- 403 75-25-29. (a) Actions to require cancellation of a mark 404 registered pursuant to this chapter or to appeal the secretary's 405 refusal to register a mark pursuant to this chapter shall be 406 brought in the First Judicial District of the Hinds County 407 Chancery Court. In an appeal of the secretary's refusal to 408 register a mark, the proceeding shall be based solely upon the 409 record before the secretary. In an action for cancellation, the 410 secretary shall not be made a party to the proceeding but shall be 411 notified of the filing of the complaint by the clerk of the court 412 and shall be given the right to intervene in the action.
- (b) In any action brought against a nonresident registrant,
 service may be effected by any means authorized by the Mississippi
 Rules of Civil Procedure.
- SECTION 12. The following shall be codified as Section 75-25-35, Mississippi Code of 1972:
- 418 <u>75-25-35.</u> If any provision of this chapter, or the 419 application of such provision to any person or circumstances is 420 held invalid, the remainder of this chapter shall not be affected 421 thereby.

| 422 | SECTION 13. The following shall be codified as Section |
|-----|---|
| 423 | 75-25-37, Mississippi Code of 1972: |
| 424 | 75-25-37. The intent of this chapter is to provide a system |
| 425 | of state trademark registration and protection substantially |
| 426 | consistent with the federal system of trademark registration and |
| 427 | protection under the Trademark Act of 1946, as amended. To that |
| 428 | end, the construction given the federal act should be examined as |
| 429 | persuasive authority for interpreting and construing this chapter |
| 430 | SECTION 14. This act shall take effect and be in force from |
| 431 | and after July 1, 2009, but shall not affect any application, |
| 432 | suit, proceeding or appeal then pending. |